

COMMISSION DIRECTIVE

ADMINISTRATIVE MATTERS	<input type="checkbox"/>	DATE	<u>June 27, 2007</u>
MOTOR CARRIER MATTERS	<input type="checkbox"/>	DOCKET NO.	<u>2007-33-E</u>
UTILITIES MATTERS	<input checked="" type="checkbox"/>		<u></u>

SUBJECT:

DOCKET NO. 2007-33-E - Application of Lockhart Power Company for a Rate Increase – Hearing Held: June 12, 2007. Proposed Orders Due 6/22/07 - This Matter is Ready for Final Disposition (6 Month Deadline is 8/5/07).

COMMISSION ACTION:

Move that the Commission do the following:

1. Find a net increase in annual retail revenues of \$484,291, which is a reduction of more than 18% from the original request, is just and reasonable;
2. Find a return on equity of 12.00%, which is a reduction from the 12.50% originally requested, is just and reasonable;
3. Approve the purchase of the Pacolet hydroelectric plant and the associated rate treatment as being in the public interest;
4. Approve the rate schedules shown in ARW-2, ARW-3, and ARW-4 of Exhibit C of the Settlement Agreement as well as Schedules C3, GA, OL, SL, EF, O, and PM filed in the application as just and reasonable;
5. Order Lockhart to implement the new, approved rates beginning with bills rendered on or after the first billing cycle of August 2007;
6. Adopt the Settlement Agreement as just and reasonable and in the public interest;
7. Order the parties to abide by all terms of the Settlement Agreement.

PRESIDING	<u>Hamilton</u>				Session:	Regular
	MOTION	YES	NO	OTHER	Time of Session	<u>2:30 PM</u>
CLYBURN	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>		APPROVED	<u></u>
FLEMING	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Not Voting	APPROVED STC 30 DAYS	<u></u>
HAMILTON	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>		ACCEPTED FOR FILING	<u></u>
HOWARD	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>		DENIED	<u></u>
MITCHELL	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>		AMENDED	<u></u>
MOSELEY	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>		TRANSFERRED	<u></u>
WRIGHT	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>		SUSPENDED	<u></u>
					CANCELED	<u></u>
					SET FOR HEARING	<u></u>
					ADVISED	<u></u>
					CARRIED OVER	<u></u>
					RECORDED BY	<u>SCHMIEDING</u>

Commissioner Fleming was on Family Sick Leave the day of the hearing